COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE JOINT APPLICATION OF THE CITY OF HAZARD, A THIRD CLASS CITY OF PERRY COUNTY, KENTUCKY, AND THE BUCKHORN-GAYS CREEK WATER DISTRICT OF PERRY COUNTY, KENTUCKY, CREATED AND EXISTING UNDER AND BY VIRTUE OF CHAPTER 74 OF THE KENTUCKY REVISED STATUTES FOR APPROVAL OF THE TRANSFER TO SAID CITY FROM SAID WATER DISTRICT OF PHASE ONE OF THE EXISTING WATERWORKS DISTRIBUTION SYSTEM OF THE DISTRICT, SUBJECT TO THE EXISTING BONDS AND OTHER ENCUMBRANCES AGAINST SAID SYSTEM

CASE NO. 8424

ORDER

On December 21, 1981, the City of Hazard ("Hazard"), Perry County, Kentucky, and the Buckhorn-Gays Creek Water District ("Buckhorn-Gays Creek Water") filed a joint application requesting that emergency consideration be given to the proposed transfer of Phase One of Buckhorn-Gays Creek Water to Hazard.

Buckhorn-Gays Creek Water stated in its application that it is currently experiencing serious financial difficulties, it has no employees, customers are not being billed, and no maintenance is being performed.

The Commission, having considered the matter and being advised, is of the opinion and finds that the transfer of Phase One of Buckhorn-Gays Creek Water to Hazard is in the public interest and should be approved.

IT IS THEREFORE ORDERED That the City of Hazard, Perry County, Kentucky, and the Buckhorn-Gays Creek Water District be and they hereby are authorized to purchase and sell, respectively, Phase One of the existing waterworks distribution system.

Done at Frankfort, Kentucky, this 8th day of January, 1982.

PUBLIC SERVICE COMMISSION

Marly M. Why

Katherine Kandell

Commissioner

ATTEST:

Secretary